

APPENDIX 'B'

**THE MYSORE (ABOLITION OF CASH GRANTS)
(AMENDMENT) BILL, 1973.**

(L.A. BILL No. 11 OF 1973)

A Bill to amend the Mysore (Abolition of Cash Grants) Act, 1967.

Whereas it is expedient to amend the Mysore (Abolition of Cash Grants) Act, 1967 (Mysore Act 15 of 1967);

Be it enacted by the Mysore State Legislature in the Twenty-fourth Year of the Republic of India as follows :—

1. Short title and commencement.—(1) This Act may be called the Mysore (Abolition of Cash Grants) (Amendment) Act, 1973.

(2) It shall be deemed to have come into force on the twenty-first day of December 1967.

2. Amendment of section 4.—In section 4 of the Mysore (Abolition of Cash Grants) Act, 1967 (Mysore Act 15 of 1967).—

(1) in sub-section (1);—

(a) for the words “shall be discontinued”, the words “shall, from the date of commencement of this Act, be discontinued” shall be substituted; and

(b) clauses (a) and (b) shall be omitted.

(2) in sub-section (2);—

(a) in clauses (i) and (iii), for the words “four times”, the word “twice” shall be substituted;

(b) in clause (ii), for the words “six times”, the words “three times” shall be substituted; and

(c) in sub-section (3), for the words “four times”, the word “twice” shall be substituted.

STATEMENT OF OBJECTS AND REASONS

The High Court of Mysore have held that sub-section (1) of section 4 of the Mysore (Abolition of Cash Grants) Act, 1967, which abolishes the cash grants with retrospective effect, as unconstitutional

1971(2) Mys. L.J. 282. It is therefore proposed to give effect to the said Act prospectively, i.e., from 21st December, 1967 the date on which the Act came into force.

Under sub-section (2) of section 4 of the said Act, four and six times the annual income was fixed as the quantum of compensation payable on abolition, taking into consideration the fact that the abolition is from 1952/1954. Now as the holders would be eligible for the arrears relating to the period from 1952/1954 to 1967 it is considered necessary to reduce the quantum of compensation by fifty per cent.

Hence the Bill.

N. HUTCHAMASTHY GOWDA.

Te. HANUMANTHAPPA,
Secretary.